

CASE

NUMBER:

99-358

IN THE MATTER OF THE ALTERNATIVE RATE FILING OF SANDY HOOK
WATER DISTRICT

SEQ NBR	ENTRY DATE	REMARKS
0001	08/25/1999	Application.
0002	09/01/1999	Acknowledgement letter.
0003	09/08/1999	Def. letter, info due 9/23
M0001	09/13/1999	MATTIE REDWINE SANDY HOOK WD-RESPONSE TO LETTER DATED SEPT 8,99 REGARDING FILING DEFICIENCI
M0002	09/14/1999	MATTIE REDWINE SANDY HOOK WD-TEAR SHEETS FROM NEWSPAPER ALONG WITH AFFIDAVIT CORRECTING ERR
0004	10/07/1999	Order granting deviation from Adm. Reg. 807 KAR 5:076, Section 4(2)(c)
0005	10/25/1999	Order issuing Staff Report; comments or request for hearing due 11/4
0006	12/10/1999	Final Order approving Sandy Hook's rate increase.



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

CERTIFICATE OF SERVICE

RE: Case No. 1999-358
SANDY HOOK WATER DISTRICT

I, Stephanie Bell, Secretary of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the following by U.S. Mail on December 10, 1999.

Parties of Record:

Mattie Redwine
Office Manager
Sandy Hook Water District
P. O. Box 196
Main Street
Sandy Hook, KY. 41171

Stephanie Bell

Secretary of the Commission

SB/lc
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SANDY HOOK WATER)
DISTRICT FOR A RATE ADJUSTMENT PURSUANT) CASE NO. 99-358
TO THE ALTERNATIVE RATE FILING PROCEDURE)
FOR SMALL UTILITIES)

ORDER

On August 25, 1999, Sandy Hook Water District ("Sandy Hook") applied for Commission approval of proposed water service rates that would generate additional annual revenues of \$22,610, an increase of 10 percent above normalized operating revenues.

On October 25, 1999, the Commission published a report of Commission Staff's findings and recommendations regarding Sandy Hook's proposed rate adjustment. In its report, Commission Staff recommended approval of Sandy Hook's proposed rate increase. On that same day, the Commission directed Sandy Hook to file any written comments regarding the Staff Report or any request for a hearing or informal conference within 10 days. As of the date of this Order, the Commission has not received any comments or request from Sandy Hook.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and should be adopted as the findings of the Commission.

2. The rates in Appendix A will produce annual revenue from water sales of \$248,710.

IT IS THEREFORE ORDERED that:

1. The findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.

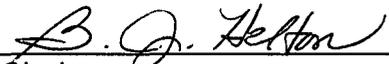
2. The rates in Appendix A are approved for service rendered by Sandy Hook on and after the date of this Order.

3. Within 30 days of the date of this Order, Sandy Hook shall file with the Commission its revised tariff setting out the rates approved herein.

4. Three years from the date of this Order Sandy Hook shall file an income statement, along with any pro forma adjustments, in sufficient detail to demonstrate that the rates approved herein are sufficient to meet its operating expenses and annual debt service requirements.

Done at Frankfort, Kentucky, this 10th day of December, 1999.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-358 DATED December 10, 1999.

The following rates and charges are prescribed for the customers in the area served by Sandy Hook Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5 / 8" x 3 / 4" Meter

First	2,000 gallons	\$14.64 Minimum Bill
Next	8,000 gallons	4.90 per 1,000 gallons
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

3 / 4" Meter

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1" Meter

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1 - 1 / 2" Meter

First	10,000 gallons	\$53.84 Minimum Bill
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

2" Meter

First	20,000 gallons	\$96.94 Minimum Bill
Next	30,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

3" Meter

First	30,000 gallons	140.04 Minimum Bill
Next	20,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

October 25, 1999

Mattie Redwine
Office Manager
Sandy Hook Water District
P. O. Box 196
Main Street
Sandy Hook, KY. 41171

RE: Case No. 99-358

We enclose one attested copy of the Commission's Order in
the above case.

Sincerely,


Stephanie Bell
Secretary of the Commission

SB/sa
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SANDY HOOK WATER)
DISTRICT FOR A RATE ADJUSTMENT PURSUANT) CASE NO.
TO THE ALTERNATIVE RATE FILING PROCEDURE) 99-358
FOR SMALL UTILITIES)

ORDER

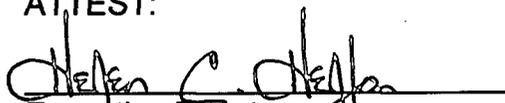
On August 25, 1999, Sandy Hook Water District ("Sandy Hook") filed its application for Commission approval of proposed water rates. Commission Staff, having performed a limited financial review of Sandy Hook's operations, has prepared the attached Staff Report containing Staff's findings and recommendations regarding the proposed rates. All parties should review the report carefully and provide any written comments or requests for a hearing or informal conference no later than 10 days from the date of this Order.

IT IS THEREFORE ORDERED that all parties shall have no more than 10 days from the date of this Order to provide written comments regarding the attached Staff Report or requests for hearing or informal conference. If no request for a hearing or informal conference is received, this case will be submitted to the Commission for a decision.

Done at Frankfort, Kentucky, this 25th day of October, 1999.

ATTEST:

By the Commission


Executive Director

STAFF REPORT
ON
SANDY HOOK WATER DISTRICT
CASE NO. 99-358

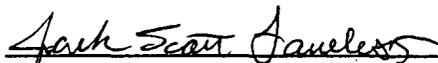
Pursuant to a request by Sandy Hook Water District ("Sandy Hook") for assistance with the preparation of a rate application, Commission Staff ("Staff") performed a limited financial review of Sandy Hook's test year operations, the calendar year ending December 31, 1997. The scope of Staff's review was limited to obtaining information as to whether the test period operating revenues and expenses were representative of normal operations. Insignificant or immaterial discrepancies were not pursued and are not addressed herein.

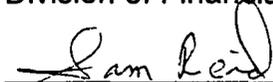
Upon completion of the review, Staff assisted Sandy Hook in the development and preparation of a rate application. The application included an adjusted pro forma operating income statement wherein adjustments were made to test year operating revenues and expenses that were known and measurable and deemed to be reasonable. The rates proposed by Sandy Hook were based on the pro forma income statement as shown in Attachment A of the application. Attachment A also includes the calculation of Sandy Hook's revenue requirement using a 120 percent debt service coverage. The coverage requirement is \$75,435. The proposed rates produce income available to service the debt of \$23,382; however, by adding back depreciation, a non-cash expense, income available to service debt at the proposed rates increases to \$112,564. The proposed rates should therefore provide adequate revenue for Sandy

Hook to meet its cash revenue requirements. The proposed rates are shown in Attachment D of the application.

On August 25, 1999, Sandy Hook submitted its rate application to the Commission for consideration. Staff is hereby adopting the contents of that application as its recommendation in this report as if fully set out herein. Sam Reid is responsible for all revenue adjustments and calculation of the proposed rates. Scott Lawless is responsible for the determination of the revenue requirement. Based on the information included in Sandy Hook's application, Staff is of the opinion that the rates proposed by Sandy Hook, as shown in Attachment A of this report, are reasonable and should be approved by this Commission.

Signatures


Prepared by: Jack Scott Lawless, CPA
Financial Analyst, Water and Sewer
Revenue Requirements Branch
Division of Financial Analysis


Prepared by: Sam Reid
Rate Analyst, Communications, Water,
and Sewer Rate Design Branch
Division of Financial Analysis

ATTACHMENT A
STAFF REPORT CASE NO. 99-358
STAFF'S RECOMMENDED RATES

Monthly Water Rates

5 / 8" x 3 / 4" Meter

First	2,000 gallons	\$14.64 Minimum Bill
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Over	50,000 gallons	3.13 per 1,000 gallons



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

October 7, 1999

Mattie Redwine
Office Manager
Sandy Hook Water District
P. O. Box 196
Main Street
Sandy Hook, KY. 41171

RE: Case No. 99-358

We enclose one attested copy of the Commission's Order in
the above case.

Sincerely,

A handwritten signature in cursive script that reads "Stephanie Bell".

Stephanie Bell
Secretary of the Commission

SB/sa
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SANDY HOOK WATER)
DISTRICT FOR AN ADJUSTMENT PURSUANT TO) CASE NO. 99-358
THE ALTERNATIVE RATE FILING PROCEDURE FOR)
SMALL UTILITIES)

ORDER

On August 25, 1999, Sandy Hook Water District ("Sandy Hook") applied for a rate adjustment pursuant to Administrative Regulation 807 KAR 5:076. Section 4(2)(c) of that regulation requires an applicant for rate adjustment to "[p]ublish notice once a week for three (3) consecutive weeks in a prominent manner in a newspaper of general circulation in its service area, the first publication to be made by the date the application is filed." Sandy Hook has advised the Commission that, as a result of an error on the part of its publisher, notice was not published in accordance with that regulation, but was instead published three times over a period of four weeks.

Having reviewed the utility's explanation of the error, including a supporting affidavit from the newspaper publisher involved, the Commission finds that Sandy Hook should be granted a deviation from Administrative Regulation 807 KAR 5:076, Section 4(2)(c), and that its application should be considered filed as of August 25, 1999.

The Commission, on its own motion, HEREBY ORDERS that:

1. Sandy Hook is granted a deviation from Administrative Regulation 807 KAR 5:076, Section 4(2)(c), and is permitted to publish notice of its proposed rates over a period of four weeks.

2. Sandy Hook's application shall be considered filed as of August 25, 1999.

Done at Frankfort, Kentucky, this 7th day of October, 1999.

By the Commission

ATTEST:


Executive Director

SANDY HOOK WATER DISTRICT RECEIVED

SANDY HOOK, KENTUCKY 41171

Phone (606) 738-6282

September 13, 1999

SEP 14 1999

PUBLIC SERVICE
COMMISSION

Secretary of the Commission
Public Service Commission
730 Schenkel Lane
Post Office Box 615
Frankfort, KY 40602

Attn: Stephanie Bell

CASE NO. 99-358

Dear Ms. Bell:

I enclose herewith tear sheets from news papers dated August 20 and 27 and September 10, along with an Affidavit from the publisher, stating it was an error on their part, that the Notice was not in the September 3 issue.

If other information is needed please advise.

Sincerely,


Mattie H. Redwine
Office Manager

Enclosures (4)

THE LICKING VALLEY COURIER
WEST LIBERTY, KY.
TELEPHONE 743-3551

THE WOLFE COUNTY NEWS
CAMPTON, KY.
TELEPHONE 668-3595

THE ELLIOTT COUNTY NEWS
SANDY HOOK, KY.
TELEPHONE 738-5295

THE COURIER PUBLISHING Co.

EARL W. KINNER, PUBLISHER AND MANAGER

WEST LIBERTY, KY.

TELEPHONES:
743-3551
743-3924 (NIGHT)

NEWSPAPER AFFIDAVIT

I, Earl Kinner, Editor of the Elliott County News, newspaper published at Sandy Hook and having the largest general circulation of any newspaper in Elliott County, Kentucky, do hereby certify that from my own knowledge and a check of the files of this newspaper that the advertisement of

Sandy Hook Water District was inserted in the Elliott County News on Aug. 20-27-Sept. 10.

It was supposed to run Sept. 3 - the making people at the news room failed to get it in.
Earl Kinner

Subscribed and sworn to before me, a Notary Public, by Earl Kinner this

10th day of Sept., 1999.

Linda Sue Kinner
Notary Public

10-15-2000
my commission expires

erty on October 21, 1861. One is listed simply as Henry Barker, the other appears as Henry M. Barker, who was a "Wagon Master." Both were listed as "Privates."

It is my belief that both of these soldiers were from the area that is still Morgan County. The 1850 Morgan County census lists a Henry Barker, age 17, and the son of Morgan and Ludina Barker (Morgan was a native of North Carolina. Ludina was from Virginia. Morgan County marriage records show that Morgan Barker and Ludemma Mahan were married May 24, 1832). The other Henry Barker is also named in the 1850 Morgan census. At that time he was 16 years of age, and living in the home of his parents, Hezekiah and Rachel Barker. (Morgan County records show that Hezekiah Barker of North Carolina and Rachel Bryant were married on March 25, 1840.)

When the 1860 Morgan census was taken, only one Henry Barker was named. He was listed as Henry M. Barker, age 28. His wife, Angeline, was 20-years-old. Morgan records show that Henry M. Barker and Angeline Gividen were married March 5, 1857.

I have no clues as to when and where these two Henry Barkers died. But to add more confusion to the Henry Barker puzzle: Information which may have been provided by James Pritchard, Archivist, the Kentucky Historical Society, shows a Henry Barker was killed during the Civil War at the gate near the home of H. C. T. Whitt. He had been taken prisoner early in the morning at Allen Harper's place, which is now known as the Greathouse place. Union soldiers were fired on by Rebels while they were watering their horses at the ford of Gimlet Creek, and this was the reason Barker was killed.

I cannot positively identify the parents of the Henry Barker that was killed near Gimlet; however, Solomon and Mary Wilson Barker

He first likely died in the Little Fort area, where he lived, and I would assume that he is buried in that same area.

NOTE: Mary Layton, in Portsmouth, has provided some additional information on Sgt. John W. Wells, who served in Field's Co., Ky. Partisan Rangers, CSA. Information on his gravestone gives his date of birth as June 20, 1829, and his date of death as February 6, 1902. His wife, Sarah J. Wells, is buried nearby. She was born August 14, 1834, died August 18, 1884.

"Thanks" Mary for this helpful information.

Horton and Betty and Lola Horton in Florida. Mary Horton in Canton, Ohio; Edith Whitt in Morehead and Beulah Horton who is in the Elliott Nursing and Rehabilitation Center in Sandy Hook.

We want to thank Nick Lytle and cousin Charlene and her sister, Shirley, and Woodrow Howard for preparing this occasion for us. We hope to be able and will see more out in our next year reunion.

Charlene says, "For all cousins and relatives on Grandpa Horton's side as well as the Adkins of Grandma's, try to plan and come."

If God should tarry, and His will,

NOTICE OF PROPOSED RATE INCREASE

The rates contained in this notice are the rates proposed by Sandy Hook Water District. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

MONTHLY RATES	
5/8"x3/4" Meter	\$14.64 minimum bill
First 2,000 gallons	4.90 per 1,000 gallons
Next 8,000 gallons	4.31 per 1,000 gallons
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Over 50,000 gallons	
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Over 50,000 gallons	

SANDY HOOK WATER DISTRICT

SANDY HOOK, KENTUCKY 41171

Phone (606) 738-6282

September 9, 1999

RECEIVED

SEP 13 1999

PUBLIC SERVICE
COMMISSION

Secretary of the Commission
Public Service Commission
730 Schenkel Lane
Post Office Box 615
Frankfort, Kentucky 40602

Attn: Stephanie Bell

RE: Case No. 99-358

Dear Ms. Bell:

In reply to your letter dated September 8, 1999, regarding Filing Deficiencies, I enclose August 20, 1999 tear sheet.

It is my understanding that is what is needed.

Our Notice was in the paper on August 20 and 27 and missed it on September 3, 1999. It is being run in the September 10 issue. Please advise as soon as possible if we should start over with September 3. I have been advised that the Editor will make an Affidavit that they missed, if that is necessary. Wednesdays at 11:00 a.m., is deadline for Friday's paper.

Sincerely,


Mattie H. Redwine
Office Manager

Enclosure

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It is my belief that both of these soldiers were from the area that is still Morgan County. The 1850 Morgan County census lists a Henry Barker, age 17, and the son of Morgan and Ludina Barker (Morgan was a native of North Carolina, Ludina was from Virginia. Morgan County marriage records show that Morgan Barker and Ludemma Mahan were married May 24, 1832). The other Henry Barker is also named in the 1850 Morgan census. At that time he was 16 years of age, and living in the home of his parents, Hezekiah and Rachel Barker. (Morgan County records show that Hezekiah Barker of North Carolina and Rachel Bryant were married on March 25, 1840.)

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I cannot positively identify the parents of the Henry Barker that was killed near Gimlet; however, Solomon and Mary Wilson Barker had a son, Henry, born around 1825, and later married Lydia Jane Harris, according to Barker records.

While the identification of a specific Henry Barker can be confusing and difficult, it is known that the progenitor of the Elliott County (and Morgan County) Barkers was a George Barker Sr., of North Carolina. The line comes down through a son, Hezekiah, who married Susannah Sebastian. Susannah had a son, Hezekiah, who was born, some researchers think, prior to her marriage to Hezekiah Barker. To add more confusion, Susannah's son sometimes went by the name Barker and

He most likely died in the Little Fork area, where he lived, and I would assume that he is buried in that same area.

NOTE: Mary Layton, in Portsmouth, has provided some additional information on Sgt. John W. Wells; who served in Field's Co., Ky. Partisan Rangers, CSA. Information on his gravestone gives his date of birth as June 20, 1829, and his date of death as February 6, 1902. His wife, Sarah J. Wells, is buried nearby. She was born August 14, 1834; died August 18, 1884.

"Thanks" Mary for this helpful information.

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We want to thank Nick Lytle and cousin Charlene and her sister, Shirley, and Woodrow Howard for preparing this occasion for us. We hope to be able and will see more out in our next year reunion.

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Notice As To Intervention

(a) Any corporation, association, body politic or person may, by motion within thirty (30) days after publication or mailing of notice of the proposed rate changes request leave to intervene;

(b) The motion shall be submitted to the Public Service Commission, 730 Schenkel Lane, P.O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party; and

(c) That intervenors may obtain copies of the application and testimony by contacting Mattie H. Redwine or Judy Stinson, P.O. Box 196, Sandy Hook, Kentucky 41171, or call 738-6282.

A copy of the application and testimony will be available at the water office.

W. Dale Howard, Chairman



COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION
730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KENTUCKY 40602
www.psc.state.ky.us
(502) 564-3940
Fax (502) 564-3460

Ronald B. McCloud, Secretary
Public Protection and
Regulation Cabinet

Helen Helton
Executive Director
Public Service Commission

Paul E. Patton
Governor

September 8, 1999

Mattie Redwine
Office Manager
Sandy Hook Water District
P.O. Box 196
Sandy Hook, KY 41171

Re: Case No. 99-358
Filing Deficiencies

Dear Ms. Redwine:

The Commission staff has conducted an initial review of your filing in the above case. This filing is rejected pursuant to 807 KAR 5:001, Section 2, as it is deficient in certain filing requirements. The items listed below are either required to be filed with the application or must be referenced if they are already on file in another case or will be filed at a later date.

Filing deficiencies pursuant to 807 KAR 5:011, Section 9(2):

Is copy of public notice included?

The statutory time period in which the Commission must process this case will not commence until the above-mentioned information is filed with the Commission. You are requested to file 10 copies of this information within 15 days of the date of this letter. If you need further information, please contact Gerald Wuetcher of my staff at (502) 564-3940, ext. 259.

Sincerely,

Stephanie Bell
Secretary of the Commission

sa





COMMONWEALTH OF KENTUCKY
PUBLIC SERVICE COMMISSION

730 SCHENKEL LANE
POST OFFICE BOX 615
FRANKFORT, KY. 40602
(502) 564-3940

September 1, 1999

Mattie Redwine
Office Manager
Sandy Hook Water District
P. O. Box 196
Main Street
Sandy Hook, KY. 41171

RE: Case No. 99-358
SANDY HOOK WATER DISTRICT
(Rates - ARF)

This letter is to acknowledge receipt of initial application in the above case. The application was date-stamped received August 25, 1999 and has been assigned Case No. 99-358. In all future correspondence or filings in connection with this case, please reference the above case number.

If you need further assistance, please contact my staff at 502/564-3940.

Sincerely,
Stephanie Bell

Stephanie Bell
Secretary of the Commission

SB/jc

SANDY HOOK WATER DISTRICT

P. O. Box 196
SANDY HOOK, KENTUCKY 41171

Phone (606) 738-6282

August 23, 1999

Executive Director
Kentucky Public Service Commission
730 Schenkel Lane
P. O. Box 615
Frankfort, Kentucky 40602

RECEIVED
AUG 25 1999
PUBLIC SERVICE
COMMISSION

Dear Ms. Helton:

I enclose herewith the Original and six copies of our Application for Rate Adjustment and newspaper tear sheet.

CASE 99-358

Please advise if other information is needed.

Very truly yours,

Mattie H. Redwine
Mattie H. Redwine
Office Manager

Enclosures

RECEIVED

AUG 25 1999

APPLICATION FOR RATE ADJUSTMENT
BEFORE THE PUBLIC SERVICE COMMISSION OF KENTUCKY

PUBLIC SERVICE
COMMISSION

For Small Utilities
Pursuant to 807 KAR 5:076
(Alternative Rate Filing)

CASE 99-358

Sandy Hook Water District
Name of Utility

P.O. Box 196

Sandy Hook, Kentucky 41171
Business Mailing Address

Telephone Number (606) / 738-6282
Area Code Number

I. Basic Information

NAME, TITLE, ADDRESS and telephone number of the person to whom
correspondence or communications concerning this application should
be directed:

NAME: Mattie Redwine, Office Manager

Address: Same as above.

Telephone Number: Same as above.

- | | | | |
|----|-----------------------------------------------------------------------------------------------------------|--------------------------------------|-------------------------------------|
| 1) | Do you have 500 customers or fewer? | Yes | <input checked="" type="radio"/> No |
| 2) | Do you have \$300,000 in Gross Annual Revenue or less? | <input checked="" type="radio"/> Yes | No |
| 3) | Has the utility filed an annual report with this Commission for the past year and the two previous years? | <input checked="" type="radio"/> Yes | No |
| 4) | Are the utility's records kept separate from any other commonly-owned enterprise? | <input checked="" type="radio"/> Yes | No |

NOTICE: To be eligible for consideration of a rate adjustment under this regulation, you must have answered yes to either question 1 or 2 and yes to both questions 3 and 4 above. If you answer no to questions 3 or 4, you must obtain written approval from the Commission prior to filing this Application. If these requirements are not met, you must file under the Commission's procedural rules, 807 KAR 5:001.

II. Increased Cost Information

(1) The most recent Annual Report will be used as the basic test period data in order to determine the reasonableness of the proposed rates. The Annual Report used as the basis for this rate revision is the one filed with the Commission for the 12 months ending December 31, 1997.

a. If you have reason to believe some of the items of revenue and expense listed in the Annual Report will increase or decrease, please list each item, the expected increase or decrease and the adjusted amount.

<u>Item Per</u> <u>Annual Report</u>	<u>Amount Per</u> <u>Annual Report</u>	<u>Increase</u> <u>(Decrease)</u>	<u>Adjusted</u> <u>Amount</u>
<u>Revenue</u>	\$ _____	\$ _____	\$ _____
Total Revenue	\$ _____	\$ _____	\$ _____

Expense

See Attachment A

Total Expense	\$ _____	\$ _____	\$ _____
Revenue Less Expense	\$ _____	\$ _____	\$ _____

- b. Please describe each item that you adjusted on page 2 and how you know it will change. (Please attach invoices, letters, contracts or receipts which will help in proving the change in cost).

See Attachment A

- c. Please list your present and proposed rates for each class (i.e., residential, commercial, etc.) of customer and the percentage of increase proposed for each class:

<u>Customer Class</u>	<u>Present Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
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See Attachments D and E.

III. Other Information

a. Please complete the following questions:

- 1) Please describe any events or occurrences which may have an effect on this rate review that should be brought to the Commission's attention (e.g., excessive line losses, major repairs, planned construction).

None.

2) Total number of customers as of the date of filing: 707

3) Total amount of increased revenue requested: \$ 22,610

4) Please circle Yes or No:

a) Does the utility have outstanding indebtedness? Yes No

If yes, attach a copy of any documents such as promissory notes, bond resolutions, mortgage agreements, etc. Amortization schedules on file with Commission in Annual Reports and Audit Reports

b) Were all revenues and expenses listed in the Annual Report for 1997 incurred and collected from January 1 to December 31 of that year? Yes No

If no, list total revenue and total expense incurred prior to or subsequent to this period and attach invoices or other analysis which show how amounts were calculated.

- 5) Attach a copy of the utility's depreciation schedule of utility plant in service. Reconcile any differences between total depreciation shown on the Annual Report for 1997 and the amount shown on this schedule. Depreciation schedule is included in 1997 Annual Report.
- 6) If utility is a sewer utility: N/A
- a) Attach a copy of the latest State and Federal Income Tax Returns.
 - b) How much of the utility plant was recovered through the sale of lots or other contributions _____ \$ or %? (If unknown, state the reason.)

- b. Please state the reason or reasons why a rate adjustment is requested. (Attach additional pages if necessary).

The District's current rates are not sufficient to meet current revenue requirements.

IV. Billing Analysis

The billing analysis is the chart reflecting the usage by the customers as well as the revenue generated by a specific level of rates. A billing analysis of both the current and proposed rates is mandatory for analysis of this rate filing. The following is a step-by-step description which may be used to complete the billing analysis. A completed sample of a billing analysis is also included. Although the sample reflects water usage, it is equally applicable for gas companies using a declining block rate design. This billing analysis is not intended for companies using a flat rate design.

a. Usage Table (Usage by Rate Increment)

Information needed to complete the usage table should be obtained from the meter books or other available usage records. The usage table is used to spread total usage into the proper incremental rate step.

Column No. 1 is the incremental steps in the present or proposed rate schedule for which the analysis is being made. Column No. 2 is the number of bills in each incremental rate step. Column No. 3 is the total gallons used in each incremental rate step. Column Nos. 4, 5, 6, 7, 8, and 9 are labeled to correspond to the incremental rate steps shown in Column No. 1 and contain the actual number of gallons used in each incremental rate step.

Example for completing Usage Table is as follows:

Column No. 1 is incremental rate steps.

Columns numbered 2 and 3 are completed by using information obtained from usage records.

Columns numbered 4, 5, 6, 7, 8, and 9 are completed by the following steps:

Step 1: 1st 2,000 gallons minimum bill rate level
432 Bills
518,400 gallons used
All bills use 2,000 gallons or less, therefore,
all usage is recorded in Column 4.

Step 2: Next 3,000 gallons rate level
1,735 Bills
4,858,000 gallons used
1st 2,000 minimum x 1,735 bills = 3,470,000
gallons - record in Column 4
Next 3,000 gallons - remainder of water over
2,000 = 1,388,000 - record in Column 5

Step 3: Next 10,000 gallons rate level
1,830 Bills
16,268,700 gallons used
1st 2,000 minimum x 1,830 bills = 3,660,000
gallons - record in Column 4
Next 3,000 gallons x 1,830 bills = 5,490,000
gallons - record in Column 5
Next 10,000 gallons - remainder of water over 3,000
= 7,118,700 gallons - record in Column 6

Step 4: Next 25,000 gallons rate level
650 Bills
15,275,000 gallons used
1st 2,000 minimum x 650 bills = 1,300,000
gallons - record in Column 4
Next 3,000 gallons x 650 bills = 1,950,000
gallons - record in Column 5
Next 10,000 gallons x 650 bills = 6,500,000
gallons - record in Column 6
Next 25,000 gallons - remainder of water over 10,000
= 5,525,000 gallons - record in Column 7

Step 5: Over 40,000 gallons rate level
153 Bills
9,975,600 gallons used
1st 2,000 minimum x 153 bills = 306,000
gallons - record in Column 4
Next 3,000 gallons x 153 bills = 459,000
gallons - record in Column 5
Next 10,000 gallons x 153 bills = 1,530,000
gallons - record in Column 6
Next 25,000 gallons x 153 bills = 3,825,000
gallons - record in Column 7
Over 40,000 gallons - remainder of water over 25,000
= 3,855,600 gallons - record in Column 8

Step 6: Total each column for transfer to Revenue Table.

b. Revenue Table (Revenue by Rate Increment)

Revenue Table is used to determine the revenue produced from the Usage Table. Column No. 1 is the incremental rate steps in the rate schedule for which the analysis is being made. Column No. 2 indicates the total number of bills. Column No. 3 is the number of gallons accumulated in each rate increment (Totals from Columns 4, 5, 6, 7, and 8 of the above usage table). Column No. 4 is the rates to be used in determining revenue. Column No. 5 contains revenue produced.

V. General Information/Customer Notice

1) Filing Requirements:

a. If the applicant is a corporation, a certified copy of its articles of incorporation must be attached to this application. If the articles and any amendments thereto have already been filed with the Commission in a prior proceeding, it will be sufficient to state that fact in the application and refer to the style and case number of the prior proceeding.

b. An original and 10 copies of the completed application should be sent to:

Executive Director
Kentucky Public Service Commission
730 Schenkel Lane
P. O. Box 615
Frankfort, Kentucky 40602

Telephone: 502/564-3940

c. One copy of the completed application should also be sent at the same time to:

Public Service Litigation Branch
Office of the Attorney General
Post Office Box 2000
Frankfort, Kentucky 40602-2000

- 2) A copy of the customer notice must be filed with this application. Proper notice must comply with Section 4 of this regulation.
- 3) Copies of this form and the regulation may be obtained from the Commission's Office of Executive Director; or by calling 502/564-3940.
- 4) I have read and completed this application, and to the best of my knowledge all the information contained in this application is true and correct.

Signed W. Dale Howard
Officer of the Company

Title CHAIRMAN

Date August 23, 1999

Sandy Hook Water District
Adjusted Pro Forma Operating Income Statement

	Test Year	Adjustment	Ref.	Pro forma Present Rates	Adjustment	Ref.	Pro forma Proposed Rates
OPERATING REVENUES							
Sales of Water	243,847	(17,747)	A	226,100	22,610	H	248,710
Other Operating Revenue	8,177			8,177			8,177
Total Operating Revenue	252,024	(17,747)		234,277	22,610		256,887
OPERATING EXPENSES							
Operation and Maintenance Expenses							
Salaries and Wages - Employees	69,574	7,794	B	77,368			77,368
Purchase Power	17,053			17,053			17,053
Materials and Supplies	41,398	(18,082)	C	23,316			23,316
Contractual Services	8,490	(3,826)	D	4,664			4,664
Transportation Expenses	2,842			2,842			2,842
Insurance	12,625	1,341	E	13,966			13,966
Miscellaneous	2,103			2,103			2,103
Total Operation and Maintenance	154,085	(12,773)		141,312	-		141,312
Depreciation Expenses	85,691	3,491	F	89,182			89,182
Taxes Other Than Income	15,765	(9,098)	G	6,667			6,667
Total Operating Expenses	255,541	(18,380)		237,161	-		237,161
Net Operating Income	(3,517)	633		(2,884)	22,610		19,726
Interest and Dividend Income	3,656			3,656			3,656
Income Available to Service Debt	139	633		772	22,610		23,382

Revenue Requirement Calculation:

5 year average principal and interest payments for non-surcharged debt only	62,863
Times: 120%	120%
Income Required to Service Debt	<u><u>75,435</u></u>

Sandy Hook Water District
Adjusted Pro Forma Operating Income Statement

A	
To normalize test year revenues to billing analysis.	
Total per billing analysis	226,100
Less: Test year	(243,847)
Adjustment	<u>(17,747)</u>

B	
To adjust test year salaries and wages to current level pay rates.	
Office Manager	12,620
Office Employee	18,606
Full-Time Operator (100 hrs of O/T at 1.5 time)	31,220
Field Employee	11,485
Part-Time Operator (600 hrs per year)	<u>6,000</u>
Total Pro forma	79,931
Less: Test year	(69,574)
Adjustment	<u>10,357</u>

To capitalize the portion of the field employees salaries used for installing new services. There were 32 new services installed during the test year. It was estimated that the field employees spent 3 weeks to install those services. Therefore, 6 percent (3/52) of their payroll and related expenses were capitalized and depreciated for rate-making purposes.

Field employee salaries	42,705
Times: 6 percent	6%
Adjustment	<u>(2,562)</u>
Net Adjustment	<u>7,794</u>

Sandy Hook Water District
Adjusted Pro Forma Operating Income Statement

C

To eliminate the partial refund of a tap fee that was collected in excess of the actually cost of installation.

Adjustment	(162)
------------	-------

Approximately 95% of all meter supplies purchased during the test year were for new services. Therefore, 95% of all meter supplies have been capitalized and eliminated from test year operations for rate-making purposes. Test year depreciation has been increased to include the recovery of these supplies over the appropriate periods.

Total meter supplies included in test year expenses	10,933
Times: 95%	95%

Adjustment	(10,386)
------------	----------

The following items were included in test year expenses but should have been capitalized and depreciated over their estimated useful lives. The appropriate adjustments have been made in this application.

2 Pressure recorders	743
2 Hot taps	1,725
Chemical Pump	736
Filter Sand	4,330

Adjustment	(7,534)
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Net Adjustment	(18,082)
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D

The District paid \$4,562 during the test year to Woolpert Consultants for design fees for which the District was entirely reimbursed through a grant. Test year expenses reflect only \$736 of the grant. The following adjustment was made so that pro forma expenses reflect the entire grant.

Portion of grant used to offset the expense	736
Less: Total amount of grant	(4,562)

Adjustment	(3,826)
------------	---------

Sandy Hook Water District
Adjusted Pro Forma Operating Income Statement

E

Currently, the District is paying monthly health and life insurance premiums for two full-time employees of \$160 each. Beginning in June, 1999, the District will be paying a \$450 monthly premium for a family plan in favor of a third full-time employee. However, to set rates in this case, the District has included only three single plan premiums in pro forma operations as it is aware that the Commission does not allow family health insurance premiums to be recovered through rates.

Monthly premium for single coverage	160
Times: 3 employees	3
12 to annualize	<u>12</u>
Pro forma	5,760
Less: Test year	<u>(4,189)</u>
Adjustment	<u>1,571</u>

Two of the single plan coverages are for the field employees whose payroll was partially capitalized. All payroll related expenses such as health insurance has been capitalized at the same rate as payroll.

Field workers pro forma health insurance (\$160x2x12)	3,840
Capitalization percentage	6%
Adjustment	<u>(230)</u>
Net Adjustment	<u>1,341</u>

F

To include recovery of all plant additions made through December 31, 1998, test year depreciation was adjusted to the depreciation expense reported in the District's 1998 Annual Report.

Annual depreciation expense per 1998 Annual Report	88,030
Less: Test year	<u>(85,691)</u>
Adjustment	<u>2,339</u>

Test year depreciation expense has been adjusted to include the recovery of the items that were capitalized for rate-making purposes in this application.

	Cost	Useful Life	Recovery
New Services:			
Salaries	2,562		
Health and Life Insurance	230		
Payroll Taxes	196		
Materials and Supplies	10,386		
Total New Services	<u>13,375</u>	25	535
2 Pressure recorders	743	10	74
2 Hot taps	1,725	50	35
Chemical Pump	736	5	147
Filter Sand	4,330	12	361
Adjustment			<u>1,152</u>
Net Adjustment			<u>3,491</u>

Sandy Hook Water District
Adjusted Pro Forma Operating Income Statement

G

To eliminate school taxes included in test year operating expenses.

Adjustment	(6,854)
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To eliminate sales taxes included in test year operating expenses.

Adjustment	(2,840)
------------	---------

To adjust payroll taxes in conjunction with the payroll adjustment.

Payroll Adjustment	10,357
Times: FICA rate	7.65%
FICA Adjustment	792

FICA taxes attributable to the field workers has been capitalized at the same rate as their payroll.

Field worker payroll	42,705
Times: FICA rate	7.65%
Capitalization rate	6%

Adjustment	(196)
------------	-------

Net Adjustment	(9,098)
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H

The rates requested in this case will produce \$22,610 in additional revenues or 10 percent over normalized revenues. The information contained in the pro forma operating income statement suggests that an increase in revenues of \$74,663 is justified. However, the proposed rates will provide Sandy Hook with revenue sufficient to pay all cash expenses and service its debt. The following calculation illustrates this point:

Operation and Maintenance Expenses	141,312
Depreciation Expense	89,182
Taxes Other Than Income	6,667
Debt Service Requirement (Includes 20% coverage)	75,435

Total Revenue Requirement	312,596
Less: Other Operating Revenue	(8,177)
Interest Income	(3,656)

Total Revenue Required from Water Rates	300,763
Less: Normalized Operating Revenues at Present Rates	(226,100)

Required Increase	74,663
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Requested Increase	22,610
Less: Required Increase	(74,663)

Deficiency of Proposed Rates	(52,053)
Add Back: Depreciation Expense	89,182

Revenue in Excess of Cash Revenue Requirement at Proposed Rates	37,129
-----------------------------------------------------------------	--------

NORMALIZED BILLING ANALYSIS SUMMARY
FOR
SANDY HOOK WATER DISTRICT

<u>METER SIZE</u>	<u>BILLS</u>	<u>USAGE</u>	<u>REVENUE</u>
5/8 INCH X 3/4 INCH	6,491	27,799,460	\$145,699
3/4 INCH	1,856	6,338,080	51,062
1 INCH	21	149,710	1,216
1 1/2 INCH	25	4,445,600	12,971
2 INCH	37	4,571,520	15,152
<hr/> TOTALS	<hr/> 8,430	<hr/> 43,304,370	<hr/> \$226,100

BILLING ANALYSIS FOR: SANDY HOOK W.D.
 TEST PERIOD FROM JANUARY 1, 1997 TO DECEMBER 31, 1997

*Usage data filed with additional decimal place, rate blocks adjusted in usage table to offset and corrected in Revenue Table *

CLASS:	BILLS	GALLONS	20,000	80,000	100,000	100,000	300,000	TOTAL
USAGE	1,987	20,360,800	20,360,800					20,360,800
FIRST	20,000							183,669,700
NEXT	80,000	4,210	183,669,700	84,200,000	99,469,700			28,530,200
NEXT	100,000	217	28,530,200	4,340,000	17,360,000	6,830,200		8,033,200
NEXT	100,000	33	8,033,200	660,000	2,640,000	3,300,000	1,433,200	37,400,700
OVER	300,000	44	37,400,700	880,000	3,520,000	4,400,000	4,400,000	24,200,700
TOTAL	6,491	277,994,600	110,440,800	122,989,700	14,530,200	5,833,200	24,200,700	277,994,600
REVENUE TABLE								
PRESENT RATES								
REVENUE BY RATE INCREMENT								
	BILLS	GALLONS	RATE	REVENUE				
FIRST	2,000	11,044,080	\$11.84	\$76,853.44				
NEXT	8,000	12,298,970	4.51	55,468.35				
NEXT	10,000	1,453,020	3.41	4,954.80				
NEXT	10,000	583,320	3.03	1,767.46				
OVER	30,000	2,420,070	2.75	6,655.19				
TOTAL	6,491	27,799,460		\$145,699.25				

BILLING ANALYSIS FOR: SANDY HOOK W.D.
 TEST PERIOD FROM JANUARY 1, 1997 TO DECEMBER 31, 1997

*Usage data filed with additional decimal place, rate blocks adjusted in usage table to offset and corrected in Revenue table *

CLASS:	USAGE	BILLS	GALLONS	50,000	50,000	100,000	100,000	300,000	TOTAL
FIRST	50,000	1,496	35,692,000	35,692,000					35,692,000
NEXT	50,000	317	20,607,200	15,850,000	4,757,200				20,607,200
NEXT	100,000	37	4,431,900	1,850,000	1,850,000	731,900			4,431,900
NEXT	100,000	4	875,400	200,000	200,000	400,000	75,400		875,400
OVER	300,000	2	1,774,300	100,000	100,000	200,000	200,000	1,174,300	1,774,300
TOTAL		1,856	63,380,800	53,692,000	6,907,200	1,331,900	275,400	1,174,300	63,380,800
REVENUE TABLE									
PRESENT RATES									
REVENUE BY RATE INCREMENT									
	BILLS	GALLONS	RATE	REVENUE					
FIRST	5,000	1,856	5,369,200	\$25.37	\$47,086.72				
NEXT	5,000		690,720	4.51	3,115.15				
NEXT	10,000		133,190	3.41	454.18				
NEXT	10,000		27,540	3.03	83.45				
OVER	30,000		117,430	2.75	322.93				
TOTAL		1,856	6,338,080		\$51,062.42				

BILLING ANALYSIS FOR: SANDY HOOK W.D.
TEST PERIOD FROM JANUARY 1, 1997 TO DECEMBER 31, 1997

*Usage data filed with additional decimal place, rate blocks adjusted in usage table to offset and corrected in Revenue Table *

METER SIZE: 1 1/2 INCH

CLASS:	USAGE	BILLS	GALLONS	FIRST	OVER
	300,000	0	0	300,000	300,000
	300,000	25	44,456,000	7,500,000	36,956,000
					TOTAL
					0

44,456,000

**REVENUE TABLE
PRESENT RATES
REVENUE BY RATE INCREMENT**

FIRST	OVER	BILLS	GALLONS	RATE	REVENUE
30,000	30,000	25	750,000	\$112.32	\$2,808.00
			3,695,600	2.75	10,162.90

44,456,000

TOTAL	25	4,445,600	\$12,970.90
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BILLING ANALYSIS FOR SANDY HOOK W.D.
TEST PERIOD FROM JANUARY 1, 1997 TO DECEMBER 31, 1997

CLASS:		BILLS		GALLONS		RATE		REVENUE		METER SIZE: 2 INCH		USAGE TABLE	
Usage data filed with additional decimal place, rate blocks adjusted in usage table to offset and corrected in Revenue Table													
USAGE													
FIRST	500,000	16	2,628,400	2,628,400	500,000	500,000							
OVER	500,000	21	43,086,800	10,500,000	32,586,800								
TOTAL		37	45,715,200	13,128,400	32,586,800								45,715,200
REVENUE TABLE													
PRESENT RATES													
REVENUE BY RATE INCREMENT													
BILLS		GALLONS		RATE		REVENUE							
FIRST	50,000	37	1,312,840	\$167.32	\$6,190.84								
OVER	50,000		3,258,680	2.75	8,961.37								
TOTAL		37	4,571,520		\$15,152.21								

COST OF SERVICE

STUDY

ALLOCATION OF PLANT

	TOTAL	COMMODITY	DEMAND	CUSTOMER
LAND AND				
STRUCTURE	\$149,123		\$149,123	
WELLS AND SPRINGS	35,992		35,992	
PUMPING PLANT	56,843		56,843	
TREATMENT EQUIP.	415,899		415,899	
TRANSMISSION AND				
DISTRIBUTION	2,690,599		2,690,599	
METERS	2,965			2,965
HYDRANTS	1,054			1,054
SUBTOTAL	3,352,475	0	3,348,456	4,019
PERCENTAGE (1)			99.88%	0.12%
GENERAL PLANT	115,836		115,697	139
TOTAL	\$3,468,311	\$0	\$3,464,153	\$4,158
(1) General Plant allocated based on overall weighted allocation of all other plant value.				
Source: 1997 Annual Report at 20.				

ALLOCATION OF DEPRECIATION EXPENSE

	TOTAL	COMMODITY	DEMAND	CUSTOMER
SOURCE OF SUPPLY, PUMPING	\$564,892		\$564,892	
TRANSMISSION & DISTRIBUTION				
METERS	2,084			2,084
HYDRANTS	1,054			1,054
SUBTOTAL	\$568,030	\$0	\$564,892	\$3,138
ALLOCATION PERCENTAGES (1)			99.45%	0.55%
GENERAL PLANT	48,122		47,856	266
TOTAL	\$616,152	\$0	\$612,748	\$3,404
(1) General plant allocated based on overall weighted allocation of all other plant value.				
Source: 1997 Annual report at 11				

OPERATION & MAINTENANCE EXPENSE

	TOTAL	COMMODITY	DEMAND	CUSTOMER
SALARIES AND WAGES	\$39,221		\$39,221	
METER READING	6,921			6,921
PURCHASE POWER	17,053	17,053		
ADMINISTRATIVE SALARIES	7,807		7,807	
BILLING AND COLLECTING	23,420			23,420
METER MAINTENANCE AND REPAIR	1,980			1,980
CHEMICALS AND SUPPLIES	16,404	16,404		
POSTAGE	2,020			2,020
TOTAL	\$114,825	\$33,457	\$47,028	\$34,341
TOTAL LESS COMMODITY	81,368			
PERCENTAGE	100%		58%	42%
OFFICE SUPPLIES	2,912		1,683	1,229
INSURANCE	13,966		8,072	5,894
TRANSPORTATION EXPENSES	2,842		1,643	1,199
MISCELLANEOUS	2,103		1,215	888
ACCOUNTING AND LEGAL	4,664		2,696	1,968
TOTAL	\$141,312	\$33,457	\$62,336	\$45,519

ALLOCATION OF COST OF SERVICE

	TOTAL	COMMODITY	DEMAND	CUSTOMER
PLANT VALUE	\$3,468,311		\$3,464,153	\$4,158
PERCENTAGE			99.88%	0.12%
OPERATION & MAINTENAN	\$141,312	\$33,457	\$62,336	\$45,519
DEPRECIATION (1)	37,129		36,925	204
DEBT SERVICE (2)	75,435		75,344	91
TAXES OTHER THAN INCO	6,667		6,659	8
TOTAL	\$260,543	\$33,457	\$181,264	\$45,822
LESS OTHER INCOME	\$8,177		8,167	10
LESS INTEREST INCO	3,656		3,652	4
REQUIRED REVENUE	\$248,710	\$33,457	\$169,445	\$45,808
(1) See allocation of Depreciation Expense for percentages. (Fully funded depreciation expenses would be \$89,182.)				
(2) Allocated based on percentage of allocated plant value.				

CALCULATION OF RATES

	TOTAL	FIRST	NEXT	NEXT	OVER
		2,000	8,000	40,000	50,000
ACTUAL SALES	43,304,370	14,277,270	15,813,330	4,916,390	8,297,380
PERCENTAGE	100%	33%	37%	11%	19%
WEIGHTED SALES	71,899,833	28,554,540	27,673,328	7,374,585	8,297,380
PERCENTAGE	100%	40%	38%	10%	12%
COMMODITY	\$33,457	\$11,031	\$12,217	\$3,798.41	\$6,410.56
DEMAND	169,445	67,294	65,217	17379.55	19554.28
TOTAL	\$202,902	\$78,325	\$77,435	\$21,178	\$25,965
RATE PER THOUSAND(1)		\$9.23	\$4.90	\$4.31	\$3.13
CUSTOMER	\$45,808				
CUSTOMER CHARGE		\$5.40			
MONTHLY RATES		\$14.63	\$4.90	\$4.31	\$3.13
(1) \$9.23 allows for 2,000 gallons in Minimum Bill.					

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Sandy Hook Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

 CLASSIFICATION OF SERVICE

 RATE
PER UNIT

Monthly Rates5 / 8" x 3 / 4" Meter

First	2,000 gallons	\$14.64 Minimum bill
Next	8,000 gallons	4.90 per 1,000 gallons
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

3 / 4" Meter

First	2,000 gallons	\$14.64 Minimum bill
Next	8,000 gallons	4.90 per 1,000 gallons
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

1" Meter

First	5,000 gallons	\$29.34 Minimum bill
Next	5,000 gallons	4.90 per 1,000 gallons
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

1 - 1 / 2 " Meter

First	10,000 gallons	\$53.84 Minimum bill
Next	40,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

2" Meter

First	20,000 gallons	\$96.94 Minimum bill
Next	30,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

3" Meter

First	30,000 gallons	\$140.04 Minimum bill
Next	20,000 gallons	4.31 per 1,000 gallons
Over	50,000 gallons	3.13 per 1,000 gallons

DATE OF ISSUE August 23, 1999

DATE EFFECTIVE _____

ISSUED BY Month Date Year

Month Date Year

W. Dale Howard
(Signature of Officer)

TITLE _____ CHAIRMAN

 Issued by authority of an Order of the public Service Commission of Kentucky
 in Case No. _____ dated _____ For _____

Community, Town or City

COMPARISON OF RATES

MONTHLY BILL		MONTHLY BILL		PERCENT INCREASE	METER SIZE	CURRENT RATE		METER SIZE	PROPOSED RATE	
MONTHLY USAGE	CURRENT RATE	PROPOSED RATE	PERCENT INCREASE			CURRENT RATE	PER 1,000 GALLONS		PROPOSED RATE	PER 1,000 GALLONS
2,000	\$11.84	\$14.64	24%	5/8" X 3/4"	2,000	\$11.84 Min. Bill	2,000	5/8" X 3/4"	\$14.64 Min. Bill	
					NEXT	4.51 per 1,000 gallons	8,000	FIRST	4.90 per 1,000 gallons	
					NEXT	3.41 per 1,000 gallons	10,000	NEXT	4.31 per 1,000 gallons	
3,000	16.35	19.54	20%		10,000	3.03 per 1,000 gallons	10,000	NEXT	3.13 per 1,000 gallons	
					NEXT	2.75 per 1,000 gallons	50,000	OVER		
4,000	20.86	24.44	17%		30,000					
5,000	25.37	29.34	16%							
					3/4"			3/4"		
					FIRST	\$25.37 Min. Bill	2,000	FIRST	\$14.64 Min. Bill	
					NEXT	4.51 per 1,000 gallons	8,000	NEXT	4.90 per 1,000 gallons	
					NEXT	3.41 per 1,000 gallons	10,000	NEXT	4.31 per 1,000 gallons	
15,000	64.97	75.39	16%		10,000	3.03 per 1,000 gallons	10,000	NEXT	3.13 per 1,000 gallons	
					NEXT	2.75 per 1,000 gallons	50,000	OVER		
20,000	82.02	96.94	18%		30,000					
					1"			1"		
30,000	112.32	140.04	25%							
					FIRST	\$47.92 Min. Bill	5,000	FIRST	\$29.34 Min. Bill	
					NEXT	3.41 per 1,000 gallons	5,000	NEXT	4.90 per 1,000 gallons	
50,000	167.32	226.24	35%		10,000	3.03 per 1,000 gallons	40,000	NEXT	4.31 per 1,000 gallons	
					NEXT	2.75 per 1,000 gallons	50,000	OVER		
100,000	304.82	382.74	26%		30,000					
					1 - 1/2"			1 - 1/2"		
500,000	1404.82	1634.74	16%							
					FIRST	\$112.32 Min. Bill	10,000	FIRST	\$53.84 Min. Bill	
					NEXT	4.31 per 1,000 gallons	40,000	NEXT	4.31 per 1,000 gallons	
					OVER	3.13 per 1,000 gallons	50,000	OVER	3.13 per 1,000 gallons	
					2"			2"		
					FIRST	\$167.32 Min. Bill	20,000	FIRST	\$96.94 Min. Bill	
					NEXT	2.75 per 1,000 gallons	30,000	NEXT	4.31 per 1,000 gallons	
					OVER		50,000	OVER	3.13 per 1,000 gallons	
					3"			3"		
					FIRST	\$304.82 Min. Bill	30,000	FIRST	\$140.04 Min. Bill	
					NEXT	2.75 per 1,000 gallons	20,000	NEXT	4.31 per 1,000 gallons	
					OVER		50,000	OVER	3.13 per 1,000 gallons	
					3"			3"		
					FIRST	\$25.37 Min. Bill	20,000	FIRST	\$14.64 Min. Bill	
					NEXT	2.75 per 1,000 gallons	30,000	NEXT	4.31 per 1,000 gallons	
					OVER		50,000	OVER	3.13 per 1,000 gallons	
					3"			3"		
					FIRST	\$25.37 Min. Bill	20,000	FIRST	\$14.64 Min. Bill	
					NEXT	2.75 per 1,000 gallons	30,000	NEXT	4.31 per 1,000 gallons	
					OVER		50,000	OVER	3.13 per 1,000 gallons	

Avg. usage for all customers 5,137 gallons

Avg. usage for largest customer 290,975 gallons

Avg. usage for 3/4" meter customers 3,415 gallons

Max. one month usage 583,220 gallons

erty on October 21, 1861. One is listed simply as Henry Barker the other appears as Henry M. Barker, who was a "Wagon Master." Both were listed as "Privates."

It is my belief that both of these soldiers were from the area that is still Morgan County. The 1850 Morgan County census lists a Henry Barker, age 17, and the son of Morgan and Ludina Barker (Morgan was a native of North Carolina, Ludina was from Virginia. Morgan County marriage records show that Morgan Barker and Ludemma Mahan were married May 24, 1832). The other Henry Barker is also named in the 1850 Morgan census. At that time he was 16 years of age, and living in the home of his parents, Hezekiah and Rachel Barker. (Morgan County records show that Hezekiah Barker of North Carolina and Rachel Bryant were married on March 25, 1840.)

When the 1860 Morgan census was taken, only one Henry Barker was named. He was listed as Henry M. Barker, age 28. His wife, Angeline, was 20-years-old. Morgan records show that Henry M. Barker and Angeline Gividen were married March 5, 1857.

I have no clues as to when and where these two Henry Barkers died. But to add more confusion to the Henry Barker puzzle: Information which may have been provided by James Prichard, Archivist, the Kentucky Historical Society, shows a Henry Barker was killed during the Civil War at the gate near the home of H. C. T. Whitt. He had been taken prisoner early in the morning at Allen Harper's place, which is now known as the Greathouse place. Union soldiers were fired on by Rebels while they were watering their horses at the ford of Gimlet Creek, and this was the reason Barker was killed.

I cannot positively identify the parents of the Henry Barker that was killed near Gimlet; however, Solomon and Mary Wilson Barker had a son, Henry, born around 1825, and later married Lydia Jane Harris, according to Barker records.

While the identification of a specific Henry Barker can be confusing and difficult, it is known that the progenitor of the Elliott County (and Morgan County) Barkers was a George Barker Sr., of North Carolina. The line comes down through a son, Hezekiah, who married Susannah Sebastian. Susannah had a son, Hezekiah, who was born, some researchers think, prior to her marriage to Hezekiah Barker. To add more confusion, Susannah's son sometimes went by the name Barker and

He most likely died in the Little Fork area, where he lived, and I would assume that he is buried in that same area.

NOTE: Mary Layton, in Portsmouth, has provided some additional information on Sgt. John W. Wells, who served in Field's Co., Ky. Partisan Rangers, CSA. Information on his gravestone gives his date of birth as June 20, 1829, and his date of death as February 6, 1902. His wife, Sarah J. Wells, is buried nearby. She was born August 14, 1834; died August 18, 1884.

"Thanks" for this helpful information.

... with us. They were... CIVIC Horton and Betty and Lola Horton Florida; Majel Horton in Canton, Ohio; Edith Whitt in Morehead and Beulah Horton who is in the Elliott Nursing and Rehabilitation Center in Sandy Hook.

We want to thank Nick Lytle and cousin Charlene and her sister, Shirley, and Woodrow Howard for preparing this occasion for us. We hope to be able and will see more out in our next year reunion.

Charlene says, "For all cousins and relatives on Grandpa Horton's side as well the Adkins of Grandma's, try to plan and come."

If God should tarry, and His will,

RECEIVED
AUG 25 1989
PUBLIC SERVICE COMMISSION

NOTICE OF PROPOSED RATE INCREASE

The rates contained in this notice are the rates proposed by Sandy Hook Water District. However, the Public Service Commission may order rates to be charged that differ from these proposed rates. Such action may result in rates for consumers other than the rates in this notice.

MONTHLY RATES

5/8"x3/4" Meter	
First 2,000 gallons	\$14.64 minimum bill
Next 8,000 gallons	4.90 per 1,000 gallons
Next 40,000 gallons	4.31 per 1,000 gallons
Over 50,000 gallons	3.13 per 1,000 gallons
3/4" Meter	
First 2,000 gallons	\$14.64 minimum bill
Next 8,000 gallons	4.90 per 1,000 gallons
Next 40,000 gallons	4.31 per 1,000 gallons
Over 50,000 gallons	3.13 per 1,000 gallons
1" Meter	
First 5,000 gallons	\$29.34 minimum bill
Next 5,000 gallons	4.90 per 1,000 gallons
Next 40,000 gallons	4.31 per 1,000 gallons
Over 50,000 gallons	3.13 per 1,000 gallons
1-1/2" Meter	
First 10,000 gallons	\$53.84 minimum bill
Next 40,000 gallons	4.31 per 1,000 gallons
Over 50,000 gallons	3.13 per 1,000 gallons
2" Meter	
First 20,000 gallons	\$96.94 minimum bill
Next 30,000 gallons	4.31 per 1,000 gallons
Over 50,000 gallons	3.13 per 1,000 gallons
3" Meter	
First 30,000 gallons	\$140.04 minimum bill
Next 20,000 gallons	4.31 per 1,000 gallons
Over 50,000 gallons	3.13 per 1,000 gallons

Notice As To Intervention

- (a) Any corporation, association, body politic or person may, by motion within thirty (30) days after publication or mailing of notice of the proposed rate changes request leave to intervene;
- (b) The motion shall be submitted to the Public Service Commission, 730 Schenkel Lane, P.O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the request including the status and interest of the party; and
- (c) That intervenors may obtain copies of the application and testimony by contacting Mattie H. Redwine or Judy Stinson, P.O. Box 196, Sandy Hook, Kentucky 41171, or call 738-6282.

A copy of the application and testimony will be available at the water office.

W. Dale Howard, Chairman

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